

Fax: (435) 637-8860

September 6, 2006

Utah Division of Oil, Gas & Mining Coal Program P.O. Box 145801 Salt Lake City, Utah 84114-5801

Attn: Pamela Grubaugh-Littig

Permit Supervisor

Refer to Expandable 09062006 file in (0070019. 2006. Drycoming for additional information

Andalex Resources Inc (wholly-owned subsidiary of UtahAmerican Energy Inc.)

Centennial Project, C007/0019, Carbon County, Utah

- a) Proposed Elimination of Sediment Basin B
- b) Proposed Construction of new Administration Bldg./Bathhouse

Dear Ms Littig;

Re:

Enclosed are 5 copies of revised text and maps proposing to eliminate Sediment Basin B and replace it with a parking area. The basins are no longer needed for sediment or runoff capacity, as shown by the enclosed text. This proposal will involve the enlarging of an existing ditch (DD-10), and placement of an 18" cmp culvert in a section of the ditch for parking access.

We are proposing to construct a new administration office/bathhouse in the general area of the Aberdeen mine portals. The exact location of this building is not yet determined pending detailed surveys and final design engineering, but it will be located in the existing disturbed area near the present office building.

We are proposing to store any excavated material from the office construction in the "Pond B" parking area and/or in the depression of the abandoned (no longer used) Sediment Pond A. We will be discussing the details of this proposal on-site with the appropriate Division staff members within the next several weeks.

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Pam Grubaugh-Littlg Page two

C1/C2 forms are enclosed. If you have any questions please contact me or Dave Shaver at (435) 888-4017.

Sincerely,

Michael W. Glasson Senior Geologist

APPLICATION FOR PERMIT PROCESSING								
Permit Cl	nange X	New Permit □ Renewal □ Transfer □ Exploration □ Bond Release □	Permit Number: C/007/019					
Title of Pi	oposal:	Elimination of Sediment Basin B	Mine: Centennial Project					
			Permittee: Andalex Resources					
Description, include reason for application and timing required to implement: To provide additional parking area for mine personnel.								
Instructions: If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation								
□ Yes	X No	1. Change in the size of the Permit Area? acres Disturbed Area? acres X increase □ decrease.						
□ Yes	X No	2. Is the application submitted as a result of a Division Order? DO #						
□ Yes	X No	3. Does application include operations outside a previously identified Cumulative Hydrologic Impact Area?						
□ Yes	X No	Does application include operations in hydrologic basins other than as currently approved?						
□ Yes	X No	5. Does application result from cancellation, reduction or increase of insurance or reclamation bond?						
□ Yes	X No	6. Does the application require or include public notice/publication?						
□ Yes	X No	7. Does the application require or include ownership, control, right-of-entry, or compliance information?						
□ Yes	X No	Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?						
□ Yes	X No	9. Is the application submitted as a result of a Violation? NOV #						
□ Yes	X No	10. Is the application submitted as a result of other laws or regulations or policies? Explain: Division Request						
□ Yes	X No	11. Does the application affect the surface landowner or change the post mining land use?						
□ Yes	X No	12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2?)						
□ Yes	X No	13. Does the application require or include collection and reporting of any baseline information?						
□ Yes	X No	14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?						
□ Yes	X No	15. Does application require or include soil removal, storage or placement?						
□ Yes	X No	16. Does the application require or include vegetation monitoring, removal or revegetation activities?						
X Yes	□ No	17. Does the application require or include construction, modification, or removal of surface facilities?						
X Yes	□ No	18. Does the application require or include water monitoring, sediment or drainage control measures?						
X Yes	□ No	19. Does the application require or include certified designs, maps, or calculations?						
□ Yes	X No	20. Does the application require or include subsidence control or monitoring?						
□ Yes	X No	21. Have reclamation costs for bonding been provided for?						
□ Yes	X No	22. Does application involve a perennial stream, a stream buffer zone or discharges to a stream?						
□ Yes	X No	23. Does the application affect permits issued by other agencies or permits issued to other entities?						
X Attach 5 complete copies of the application.								
I hereby certify that I am a responsible official of the applicant and that the information contained in this application								

is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein

subscribed and swom to before me this 25 day of August 20 CL

My Commission Expires: Notary Public OL - 1 , 20 10 }
Attest: STATE OF COUNTY OF CONTROL OF COUNTY OF COUNTY

ROCHELLE WOOD

NOTARY PUBLIC-STATE OF UTAH
90 NORTH 400 EAST PO BOX 544
WELLINGTON, UT 84542
COMM. EXP. 06-16-2010

RECEIVED Mining

SEP 1 3 2006

DIV. OF OIL, GAS & MINING

ASSIGNED TRACKING NUMBER

Application for Permit Processing Detailed Schedule of Changes to the MRP

Title of Application: Elimination of Sediment Basin B

Permit Number: C/007/019

			Mine:	Centennial Project				
				Permittee:	Andalex Resources			
Provide a detailed listing of all changes to the mining and reclamation plan which will be required as a result of this proposed permit application. Individually list all maps and drawings which are to be added, replaced, or removed from the plan. Include changes of the table of contents, section of the plan, pages, or other information as needed to specifically locate, identify and revise the existing mining and reclamation plan. Include page, section and drawing numbers as part of the description.								
			DESCRIPTION OF MAP, TEXT, OR MATERIALS	TO BE CHA	ANGED			
□ ADD	X REPLACE	□ REMOVE	pp. 5-76, 5-77, 5-78 (Table IV-3A)					
□ ADD	X REPLACE	□ REMOVE	pp. 5-83, 5-84 (Table IV-3C)					
□ ADD	X REPLACE	□ REMOVE	pp. 5-34, 5-37, 5-39					
□ ADD	X REPLACE	□ REMOVE	pp. 5-42, 5-68, 5-103					
□ ADD	X REPLACE	□ REMOVE	Plate 6					
□ ADD	X REPLACE	☐ REMOVE	Plate 8					
□ ADD	☐ REPLACE	X REMOVE	Plate 11		and the second s			
□ ADD	X REPLACE	REMOVE	T.O.C p. lviii (List of Plates)					
□ ADD	X REPLACE	☐ REMOVE	pp. 5-158, 5-176, 5-177, 5-178					
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Any other s	specific or special i	nstructions require	ed for insertion of this proposal into the Mining and Reclama	ition Plan?				
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